

REGISTERED COMPANY NUMBER: 02710441
REGISTERED CHARITY NUMBER: 1011108

MID BORDER COMMUNITY ARTS LTD.
Report of the Trustees and
Unaudited Financial Statements for the Year Ended 31 March 2023

Mid Border Community Arts Ltd.

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for the Year Ended 31 March 2023**

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Mid Border Community Arts Ltd.

Report of the Trustees for the Year Ended 31 March 2023

The trustees present their report with the financial statements of the charity for the year ended 31 March 2023. The trustees have adopted the provisions of Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015).

OBJECTIVES AND ACTIVITIES

Constitution

The company is registered as a charitable company limited by guarantee and was set up by a Memorandum of Association on 28 April 1992 and registered with the Charity Commission on 15 May 1992.

Policies and objectives

The principal objectives of the charity are to promote, maintain, improve and advance education by the encouragement of the arts, including the arts of drama, mime, dance, singing, music and the visual arts.

Method of appointment or election of trustees

The management of the company is the responsibility of the trustees who are elected and co-opted under the terms of the Articles of Association.

Public benefit

In setting objectives and planning for activities, the trustees have given due consideration to general guidance published by the Charity Commission relating to public benefit.

ACHIEVEMENT AND PERFORMANCE

Major activities and achievements

Mid Border Community Arts (MBA) was established as a limited company with charitable status in 1992 and has provided a varied programme of music, film and theatre since that time as well as offering a venue for a range of community activities and workshops.

2022– 2023 was the first full year after the Covid epidemic, when MBA was able to operate fairly fully. The lift was in place and the building was able to be used. The year was also one of change, in that Alison Parry, the long-term co-ordinator retired (many thanks to her for her excellent service) and was replaced by Owen Rimington, after an interview process held by three trustees (Cindy Watson, Colette Pitts and co-opted trustee Richard Studer). After very little delay in getting fully operational with events, 18 events were run during the financial year.

The new lease was in place early in the new year, which has meant an almost doubling of the rental figure for the Assembly Rooms.

The grant situation has been more uncertain this year, because the Arts Council Wales grant, which we have benefitted from for a number of years, is no longer applicable to our organisation. The funding from other grants and from successful events has enabled MBA to continue to function and to show healthy funding, as seen in the accounts. Moving forward, we will be applying for specific grants to enable MBA to upgrade the equipment and to carry out internal work at the Assembly Rooms.

Mid Border Arts is extremely grateful to the community for its continued support of and interest in the organisation. We have a full team of trustees at present. After a 12 month period as interim chair, Hilary Rimington will be stepping down as chair at the AGM, and would be happy to stand as vice-chair and company secretary for a 12 month period. We are looking for a new chair and also for a treasurer, which we have not had for the last couple of years.

FINANCIAL REVIEW

Total income for the year was £39,535 (2022: £41,674) of which £39,535 was unrestricted (2022: £41,674) and £Nil was restricted (2022 £Nil).

Total funds carried forward at the year end were £40,977 (2022: £45,329) of which £28,977 was unrestricted (2022 £33,329) and £12,000 were restricted (2022: £12,000).

Going concern

After making appropriate enquiries, the trustees have a reasonable expectation that the charity has adequate resources to continue in operational existence for the foreseeable future. For this reason they continue to adopt the going concern basis in preparing the financial statements.

Reserves policy

The trustees have reviewed the charity's requirements for reserves. This is completed on an annual basis. The general reserves are required for working capital purposes. The general reserves stood at £28,977 at 31 March 2023 (2022: £33,329). The trustees believe that this is sufficient to enable the charity to continue its activities. The trustees believe that this level of reserves will support any unforeseen reduction in the income by the charity.

REFERENCE AND ADMINISTRATIVE DETAILS

Registered charity number
1011108

Registered office address
The Assembly Rooms
Broad Street
Presteigne
Powys
LD8 2AD

Trustees

H C Rimington – Chair
N Griffin
C Pitts
C Watson
L George
J Ellison
R Studer (co-opted)
A Glyn-Jones (co-opted)

The position of treasurer has been vacant for much of the year with the responsibilities shared by all trustees.

Independent examiner

Sian Kelly FCMA
Inform Accounting Limited
St James House
65 Mere Green Road
Sutton Coldfield
West Midlands
B75 5BY

STATEMENT OF TRUSTEES RESPONSIBILITIES

The trustees are responsible for preparing the Report of the Trustees and the financial statements in accordance with applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice), including Financial Reporting Standard 102 “The Financial Reporting Standard applicable in the UK and Republic of Ireland”.

The law applicable to charities in England and Wales, the Charities Act 2011, Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed requires the trustees to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the charity and of the incoming resources and application of resources, including the income and expenditure, of the charity for that period. In preparing those financial statements the trustees are required to

- select suitable accounting policies and then apply them consistently;
- observe the methods and principles in the Charity SORP;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the charity will continue in business.

The trustees are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the charity and to enable them to ensure that the financial statements comply with the Charities Act 2011, the Charity (Accounts and Reports) Regulations 2008 and the provisions of the trust deed. They are also responsible for safeguarding the assets of the charity and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Approved by order of the board of trustees on

and signed on its behalf by:

H C Rimington - Chair

**Independent Examiner's Report to the Trustees of
Mid Border Community Arts Ltd.**

We report on the accounts for the year ended 31 March 2023 set out on pages 5 to 11.

Respective responsibilities of trustees and examiner

The charity's trustees (who are also the directors for the purposes of company law) are responsible for the preparation of the accounts. The charity's trustees consider that an audit is not required for this year (under Section 144(2) of the Charities Act 2011 (the 2011 Act)) and that an independent examination is required.

Having satisfied ourselves that the charity is not subject to audit under company law and is eligible for independent examination, it is our responsibility to:

- examine the accounts under Section 145 of the 2011 Act
- to follow the procedures laid down in the General Directions given by the Charity Commission (under Section 145(5)(b) of the 2011 Act); and
- to state whether particular matters have come to our attention.

Basis of the independent examiner's report

Our examination was carried out in accordance with the General Directions given by the Charity Commission.

An examination includes a review of the accounting records kept by the charity and a comparison of the accounts presented with those records. It also includes consideration of any unusual items or disclosures in the accounts, and seeking explanations from you as trustees concerning any such matters. The procedures undertaken do not provide all the evidence that would be required in an audit, and consequently no opinion is given as to whether the accounts present a 'true and fair view' and the report is limited to those matters set out in the statements below.

Independent examiner's statement

In connection with our examination, no matter has come to our attention:

- (1) which gives us reasonable cause to believe that, in any material respect, the requirements
 - to keep accounting records in accordance with Section 386 and 387 of the Companies Act 2006; and
 - to prepare accounts which accord with the accounting records, comply with the accounting requirements of Sections 394 and 395 of the Companies Act 2006 and with the methods and principles of the Statement of Recommended Practice: Accounting and Reporting by Charities have not been met; or
- (2) to which, in our opinion, attention should be drawn in order to enable a proper understanding of the accounts to be reached.

Sian Kelly FCMA
Inform Accounting Limited
St James House
65 Mere Green Road
Sutton Coldfield
West Midlands
B75 5BY

Mid Border Community Arts Ltd.

Statement of Financial Activities
for the Year Ended 31 March 2023

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
INCOME FROM					
Donations and legacies	2	1,365	-	1,365	12,447
Incoming resources from charitable activities		31,335	-	31,335	26,002
Investment income		-	-	-	-
Other income		6,835	-	6,835	3,225
Total		39,535	-	39,535	41,674
EXPENDITURE ON					
Charitable activities					
Direct charitable expenditure	3	23,230	-	23,230	6,183
Donations		-	-	-	-
Other		20,657	-	20,657	14,630
Total		43,887	-	43,887	20,813
NET INCOME/(EXPENDITURE)		(4,352)	-	(4,352)	20,861
Transfers between funds		-	-	-	-
Net movement in funds		(4,352)	-	(4,352)	20,861
RECONCILIATION OF FUNDS					
Total funds brought forward		33,329	12,000	45,329	24,468
TOTAL FUNDS CARRIED FORWARD		28,977	12,000	40,977	45,329

CONTINUING OPERATIONS

All income and expenditure has arisen from continuing activities.

Mid Border Community Arts Ltd.**Balance Sheet
At 31 March 2023**

	Notes	Unrestricted funds £	Restricted funds £	2023 Total funds £	2022 Total funds £
FIXED ASSETS					
Tangible assets	6	15,256	-	15,256	18,822
CURRENT ASSETS					
Debtors	7	1,637	-	1,637	729
Cash at bank		<u>14,294</u>	<u>12,000</u>	<u>26,294</u>	<u>27,282</u>
		15,931	12,000	27,931	28,011
CREDITORS					
Amounts falling due within one year	8	<u>(2,210)</u>	-	<u>(2,210)</u>	<u>(1,504)</u>
NET CURRENT ASSETS		<u>13,721</u>	<u>12,000</u>	<u>25,721</u>	<u>26,507</u>
TOTAL ASSETS LESS CURRENT LIABILITIES		<u>28,977</u>	<u>12,000</u>	<u>40,977</u>	<u>45,329</u>
NET ASSETS		<u>28,977</u>	<u>12,000</u>	<u>40,977</u>	<u>45,329</u>
FUNDS	9				
Unrestricted funds:					
General fund				28,977	33,329
Restricted funds:					
None				6,000	6,000
Ernie Kay Trust				6,000	6,000
TOTAL FUNDS				<u>40,977</u>	<u>45,329</u>

For the financial year ending 31 March 2023 the charity was entitled to exemption from audit under section 477 of the Companies Act 2006 relating to small companies.

Trustees responsibilities

The members have not required the charity to obtain an audit of its accounts for the year in question in accordance with section 476; and

The trustees acknowledge their responsibility for complying with the requirements of the Act with respect to accounting records and the preparation of accounts.

These accounts have been prepared in accordance with the provisions applicable to companies subject to the small companies regime.

The financial statements were approved by the Board of Trustees on _____ and were signed on its behalf by:

H C Rimington - Trustee

N Griffin - Trustee

The notes form part of these financial statements

1. ACCOUNTING POLICIES

Statutory information

Mid Border Community Arts Ltd. is a charitable company limited by guarantee and is incorporated in the United Kingdom (England and Wales). The registered office address is The Assembly Rooms, Broad Street, Presteigne, Powys, LD8 2AD.

Basis of preparing the financial statements

The financial statements of the charity, which is a public benefit entity under FRS 102, have been prepared in accordance with the Charities SORP (FRS 102) 'Accounting and Reporting by Charities: Statement of Recommended Practice applicable to charities preparing their accounts in accordance with the Financial Reporting Standard applicable in the UK and Republic of Ireland (FRS 102) (effective 1 January 2015)', Financial Reporting Standard 102 'The Financial Reporting Standard applicable in the UK and Republic of Ireland' and the Charities Act 2011. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of certain assets.

Income

Income is recognised once the charity has an entitlement to the income, it is probable that the income will be received and the amount of the income receivable can be measured reliably.

Expenditure

Expenditure is recognised once there is a legal or constructive obligation to that expenditure, it is probable settlement is required and the amount can be measured reliably.

All costs are allocated to the applicable expenditure heading that aggregate similar costs to that category.

Where costs cannot be directly attributed to particular headings they have been allocated on a basis consistent with the use of resources, with central staff costs allocated on the basis of time spent, and depreciation charges allocated on the portion of the asset's use.

Other support costs are allocated based on the spread of staff costs.

Governance costs

These are the costs associated with the general running of the charity and its strategic management, rather than the costs of its charitable activities and day to day management.

Taxation

The charity is exempt from tax on its charitable activities.

Tangible fixed assets and depreciation

Tangible fixed assets are measured at cost less accumulated depreciation and any accumulated impairment losses. Depreciation is provided at rates calculated to write off the cost of the fixed assets, less their estimated residual value, over their expected useful lives on the following bases:

Furniture and equipment	33% reducing balance
Other tangible fixed asset	33% straight line
Machinery	20% straight line

Fund accounting

Unrestricted income funds are general funds that are available for use at the trustee's discretion in furtherance of the objectives of the charity.

Restricted funds can only be used for particular restricted purposes within the objects of the charity. Restrictions arise when specified by the donor or when funds are raised for particular restricted purposes.

Public benefit entity

The charity meets the definition of a public benefit entity under FRS 102. Assets and liabilities are initially recognised at historical cost or transaction value unless otherwise stated in the relevant accounting policy/note.

Going concern

Based on the monetary assets and human resources available at 31 March 2023, the trustees believe that the charity is a going concern.

VAT

Since the charity is not VAT registered, all input VAT is charged with the expenses to which it refers.

2. DONATIONS AND LEGACIES

	2023 £	2022 £
Donations and grants	<u>1,365</u>	<u>12,447</u>
	<u>1,365</u>	<u>12,447</u>

3. CHARITABLE ACTIVITIES COSTS

	2023 Funding of activities £	2022 Totals £
Direct charitable expenditure	23,230	6,183
Donations	-	-
Other	<u>20,657</u>	<u>14,630</u>
	<u>43,887</u>	<u>20,813</u>

4. SUPPORT COSTS

	Management £	Governance costs £	Totals £
Other resources expended	<u>18,673</u>	<u>1,984</u>	<u>20,657</u>

Support costs, included in the above, are as follows:

	2023 Other resources expended £	2022 Total activities £
Administrator fees	1,750	3,000
Premises running costs	6,148	3,261
Repairs, renewals and maintenance	839	4,427
Computer running costs	127	317
Printing and stationery	529	319
Advertising and marketing	3,055	506
Subscriptions	487	358
Sundry expenses	439	189
Telephone	455	318
Accountancy	997	997
Legal and professional fees	2,067	594
Depreciation	<u>3,764</u>	<u>344</u>
	<u>20,657</u>	<u>14,630</u>

5. TRUSTEES' REMUNERATION AND BENEFITS

During the year ended 31 March 2023 there were no trustee expenses (2022: Nil).

6. TANGIBLE FIXED ASSETS

	Total £
COST OR VALUATION	
At 1 April 2022	40,178
Additions	<u> </u>
At 31 March 2023	<u>40,178</u>
 DEPRECIATION	
At 1 April 2022	25,286
Provided during the year	<u> </u>
At 31 March 2023	<u>25,286</u>
 NET BOOK VALUE	
At 31 March 2023	<u> </u>
At 31 March 2022	<u>18,822</u>

7. DEBTORS

	2023 £	2022 £
Prepayments	908	629
Accrued income	<u>729</u>	<u>100</u>
	<u>1,637</u>	<u>729</u>

8. CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR

	2023 £	2022 £
Accruals	<u>2,210</u>	<u>1,503</u>

9. MOVEMENT IN FUNDS

	At 1.04.22 £	Net movement in funds £	Transfers between funds £	At 31.03.23 £
Unrestricted funds				
General fund	33,329	(4,352)	-	28,977
Restricted funds				
None	6,000	-	-	6,000
Ernie Kay Trust	6,000	-	-	6,000
	<u>45,329</u>	<u>(4,352)</u>	<u>-</u>	<u>40,977</u>
TOTAL FUNDS				

Net movement in funds, included in the above are as follows:

	Incoming resources £	Resources expended £	Gains and losses £	Movement in funds £
Unrestricted funds				
General fund	39,575	(43,887)	-	(4,352)
Restricted funds				
None	-	-	-	-
	<u>39,535</u>	<u>(43,887)</u>	<u>-</u>	<u>(4,352)</u>
TOTAL FUNDS				

10. CONTINGENT LIABILITIES

As at 31 March 2023 there were no contingent liabilities (2022: Nil).

Mid Border Community Arts Ltd.

Detailed Statement of Financial Activities
for the Year Ended 31 March 2023

	2023 £	2022 £
INCOME AND ENDOWMENTS		
Donations and legacies	1,365	12,447
Incoming resources from charitable activities	31,335	26,002
Other income	<u>6,835</u>	<u>3,225</u>
Total incoming resources	39,535	41,674
EXPENDITURE		
Charitable activities		
Direct charitable expenditure	23,230	6,183
Raising funds		
Donations	-	-
Support costs		
Administrator fees	1,750	3,000
Rent	2,275	999
Insurance	1,111	892
Light, heat and power	1,417	1,016
Cleaning	1,345	354
Travelling expenses	-	-
Repairs, renewals and maintenance	839	4,427
Computer running costs	127	317
Printing and stationery	529	319
Advertising and marketing	3,055	506
Subscriptions	487	358
Sundry expenses	439	189
Depreciation	3,764	344
Telephone	455	318
Legal fees re rent negotiation	<u>1,080</u>	
	18,673	19,222
Governance costs		
Accountancy	997	997
Legal and professional fees	<u>987</u>	<u>594</u>
Total resources expended	20,657	20,813
Net income/(expenditure)	<u>(4,352)</u>	<u>20,861</u>